

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-34027
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO5751-1
7. Lease Name or Unit Agreement Name Midnight 13 State Com
8. Well Number 1
9. OGRID Number 158898
10. Pool name or Wildcat Pecos River; Morrow 97375

11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,387' GL	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>	
Pit type _____	Depth to Groundwater _____
Distance from nearest fresh water well _____	Distance from nearest surface water _____
Pit Liner Thickness: _____ mil	Below-Grade Tank: Volume _____ bbls; Construction Material _____

RECEIVED

APR 03 2006

OCD-WITBOM

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☒ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

NOTE TO FILE:

- 1) This is the ^{fourth} ~~third~~ report submitted by Ameristate Exploration as successor operator to V-F Petroleum.
- 2) Ameristate is actively pursuing procurement of a rig capable of drilling to total depth.
- 3) Ameristate has paid state rental extending lease from April 1, 2006 – April 1, 2007.

(SEE ATTACHED FOR WORK DESCRIPTION)

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Michael Arguijo TITLE Vice President – Operations DATE March 28, 2006

Type or print name: Michael Arguijo E-mail address: m.arguijo@mdtrn.com Telephone No.: 512.391.0300

For State Use Only

APR 03 2006

APPROVED BY: _____ FOR RECORDS ONLY TITLE _____ DATE _____
Conditions of Approval (if any): _____

ATTACHED TO THAT C-103 FORM DATED MARCH 28, 2006, FOR THE AMERISTATE EXPLORATION, LLC, MIDNIGHT 13 STATE COM NO. 1 WELL, EDDY COUNTY, NEW MEXICO.

03/31/05 MI Auger Air Drilling & Mfg., Inc., drilling machine. Spud well 11:30 p.m. 03/31/05. Continued drilling conductor hole past midnight. Drilled to depth of 20'. RD Auger Air. WORT.

04/18/05 MI Auger Air drlg machine. Resumed drlg 5:00 p.m. MST. Deepened hole from depth of 20' to 25'. RD Auger Air. WORT.

05/06/05 MI Auger Air drlg machine. Resumed drlg 7:00 p.m. MST. Deepened hole from depth of 25' to 30'. RD Auger Air. WORT.

05/24/05 MI Auger Air drlg machine. Resumed drlg 8:30 p.m. MST. Deepened hole from depth of 30' to 35'. RD Auger Air. WORT.

06/11/05 MI Auger Air drlg machine. Resumed drlg 2:00 p.m. MST. Deepened hole from depth of 35' to 40'. RD Auger Air. WORT.

06/29/05 MI Auger Air drlg machine. Resumed drlg 4:30 p.m. MST. Deepened hole from depth of 40' to 45'. RD Auger Air. WORT.

07/17/05 MI Auger Air drlg machine. Resumed drlg 6:30 p.m. MST. Deepened hole from depth of 45' to 50'. RD Auger Air. WORT.

08/05/05 MI Auger Air drlg machine. Resumed drlg 7:00 p.m. MST. Deepened hole from depth of 50' to 52'. RD Auger Air. WORT.

08/23/05 MI Auger Air drlg machine. Resumed drlg 1:00 p.m. MST. Deepened hole from depth of 52' to 54'. RD Auger Air. WORT.

09/10/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 7:00 p.m. MST. Deepened hole from depth of 54' to 56'. RD Ace Rat Hole. WORT.

09/28/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 4:30 p.m. MST. Deepened hole from depth of 56' to 58'. RD Ace Rat Hole. WORT.

10/17/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 7:00 p.m. MST. Deepened hole from depth of 58' to 60'. RD Ace Rat Hole. WORT.

11/03/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 11:00 a.m. MST. Deepened hole from depth of 60' to 62'. RD Ace Rat Hole. WORT.

11/21/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 11:30 a.m. MST. Deepened hole from depth of 62' to 64'. RD Ace Rat Hole. WORT.

12/09/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 2:00 p.m. MST. Deepened hole from depth of 64' to 66'. RD Ace Rat Hole. WORT.

12/27/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 12:45 p.m. MST. Deepened hole from depth of 66' to 68'. RD Ace Rat Hole. WORT.

01/13/06 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 9:45 a.m. MST. Deepened hole from depth of 68' to 70'. RD Ace Rat Hole. WORT.

01/31/06 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 10 a.m. MST. Deepened hole from depth of 70' to 72'. RD Ace Rat Hole. WORT.

02/18/06 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 4 p.m. MST. Deepened hole from depth of 72' to 74'. RD Ace Rat Hole. WORT.

03/08/06 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 9:45 a.m. MST. Deepened hole from depth of 74' to 76'. RD Ace Rat Hole. WORT.

03/26/06 MI Ace Rat Hole Service, Inc., drlg. Machine. Resumed drlg 10:30 a.m. MST. Deepened hole from depth of 76' to 78". RD Ace Rat Hole. WORT.



3-26-06

P.O. Box 126 • 2000 S. Del Paso • Hobbs, New Mexico 88241
Phone (505) 393-6141 • Fax (505) 393-4134
Main Office (325) 676-3141 • Fax (325) 673-8904
Allene, Texas

Wayne Morgan - Cell (505) 631-9289
Eddie Warren - Cell (325) 338-3110

Operator AMERISTATE EXPLORATION LLC Date 111 CONGRESS AVE SU 2100
AUSTIN TEXAS 78701
Drill Contractor & Rig # LEASE HOLD
Tool Pusher FRANCIS GAUIN Ph. # 361-813-8799
County and State EDDY CO N.M.
Location Name MIDNITE B ST. COM #1
RH-Depth & Size _____
MH-Depth & Size _____
SH-Depth & Size EXTEND SH 26" TO 78"
Drain Hole & Location THIS DATE
Anchors NEXT DRILL DATE 3-26-06
4-13-06 TO 80'
Pipe Length _____
Pipe Size SPUD TIME 10:30 AM
Pipe Haul (Miles) FINISH 11:30 AM
Rig Hours _____
Rig Miles FAX - 512-391-0301 ATTN MICHAEL
Dirt Contractor _____
Company Man MICHAEL ARGUIN
Phone Number 512-391-0300 EX. 32
Location Ready By _____ Move Date _____
Rathole Operator & Hand _____
Directions RIVERSIDE GO N ON CARR ROK RD TO END
OF PUMT GO N THRU 3 HAND OPEN GATES
@ 3RD GO THRU T L GO ON MAIN RD TO 3/4
LOC IN FIELD 100 YRDS N OF FENCE LINE